

# A. STATE AGENCY LEASES JUNE 12, 2013

La. R.S. 30:151 identifies the term "agency" as a levee district, drainage district, road district, school district, school board, or other board, commission, parish, municipality, state university, state college, state penal or charitable institution or agency, unit or institution of the state or subdivision thereof.

La. R.S. 30:155 provides that, if an agency doesn't want the Mineral and Energy Board to do its mineral leasing, it may do its own mineral leasing, the lease given must still be approved by the State Mineral and Energy Board under R.S. 30:158.

La. R.S. 30:156 provides that, if an agency wants to mineral lease its own property, it must follow the same leasing process as the State does, including advertising, sealed bids, etc.

La. R.S. 30:158 provides that, if a mineral lease given by an agency of its own property is not approved by the Mineral and Energy Board, it is an absolutely void lease.

Pursuant to the above statutory authority, listed below are leases given by state agencies and submitted for State Mineral and Energy Board approval. The staff examines the documents submitted to make sure that the agency follows all of the steps this office goes through in leasing State owned acreage and that the document has been properly notarized.

#### 1. STATE AGENCY LEASE

TERREBONNE PARISH, LOUISIANA

An Oil, Gas & Mineral Lease from the Terrebonne Parish School Board, dated April 3, 2013, awarded to Theophilus Oil, Gas & Land Services, L.L.C., covering lands located in Section 16, Township 20 South, Range 13 East, Terrebonne Parish, Louisiana, containing 183.00 acres, more or less, with further contractual obligations being more enumerated in the instrument.

BIDDER AND LESSEE : Theophilus Oil, Gas & Land Services,

L.L.C.

**BONUS** : \$86,760.30 (\$431.00/acre)

**RENTAL** : \$39,436.50

**ROYALTIES** : 25.5% on oil, gas and other minerals

**TERM** : Three years

There was only one bid submitted. (Current rider attached)

La. R.S. 30:128 (A) provides that no transfer or assignment in relation to any lease of minerals or mineral rights owned by the state shall be valid unless approved by the State Mineral and Energy Board. Additionally, transfers or assignments shall not be granted to prospective leaseholders that are not currently registered with the office of mineral resources.

This section deals with such transfers of interest in state mineral leases in the form of assignments of rights, subleases, and stipulations of interest. It also deals with transfers such as mergers or changes of names, which act as an assignment of interest to the newly named or emerging entity from a merger. Accompanying each of the items submitted in this section was an Ownership Transfer Form (formerly called a Form B) listing the pre- transfer ownership interest in the lease and the post- transfer ownership interest. Each document is carefully checked by the staff to ensure that the interest transfer figures are consistent, that our ownership records are complete and that all form requirements are met.

#### ASSIGNMENT

STATE LEASE NOS. 16798 and 16799, St. Bernard Parish, Louisiana

An Assignment from Fidelity Exploration Company, of all of Assignor's right, title and interest to the following in the proportions set out below:

Energy XXI GOM, LLC 2/3 Hilcorp Energy I, L.P. 1/3

in and to State Lease Nos. 16798 and 16799, St. Bernard Parish, Louisiana, with further particulars being stipulated in the instrument.

<u>Energy XXI GOM, LLC</u> is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

#### 2. ASSIGNMENT

STATE LEASE NO. 20702, DeSoto and Red River Parishes, Louisiana

An Assignment from Theophilus Oil, Gas & Land Services, LLC to Petrohawk Properties, LP, of all of Assignor's right, title and interest in and to State Lease No. 20702, DeSoto and Red River Parishes, Louisiana, with further particular being stipulated in the instrument.

<u>Petrohawk Properties, L.P.</u> is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

#### 3. ASSIGNMENT

STATE LEASE NOS. 18383 and 18384, Plaquemines Parish, Louisiana

An Assignment from S2 Energy I, LP to West Delta 52, LP, of all of Assignor's right, title and interest in and to State Lease Nos. 18383 and 18384, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

West Delta 52, LP is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

#### 4. ASSIGNMENT

STATE LEASE NOS. 14077, 16505, 17339 and 18529, Calcasieu, Jefferson Davis, Lafourche and Vermilion Parishes, Louisiana

An Assignment from Noble Energy, Inc. to Hilcorp Energy I, L.P., of all of Assignor's right, title and interest in and to State Lease Nos. 14077, 16505, 17339 and 18529, Calcasieu, Jefferson Davis, Lafourche and Vermilion Parishes, Louisiana, with further particulars being stipulated in the instrument.

<u>Hilcorp Energy I, L.P.</u> is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

# 5. ASSIGNMENT

STATE LEASE NO. 12847, Caddo Parish, Louisiana

An Assignment from Encana Oil & Gas (USA) Inc. to XLAKE II, LLC, of all of Assignor's right, title and interest in and to State Lease No. 12847, Caddo Parish, Louisiana, LIMITED TO the portion of State Lease No. 12847 located within the geographic boundaries of the HA RA SUB unit, Shreveport Field, Caddo Parish, Louisiana, with further particulars being stipulated in the instrument.

XLAKE II, LLC is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

#### ASSIGNMENT

STATE LEASE NOS. 15448, 15459, 15461 and 16266, Vernon Parish, Louisiana

An Assignment from Addison Oil, LLC to Yuma Exploration and Production Company, Inc., of all of Assignor's right, title and interest in and to State Lease Nos. 15448, 15459, 15461 and 16266, Vernon Parish, Louisiana, with further particulars being stipulated in the instrument.

<u>Yuma Exploration and Production Company, Inc.</u> is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

#### 7. ASSIGNMENT

STATE LEASE NO. 16128, Beauregard Parish, Louisiana

An Assignment from Addison Oil, LLC to Yuma Exploration and Production Company, Inc., of all of Assignor's right, title and interest in and to State Lease No. 16128, Beauregard Parish, Louisiana, with further particulars being stipulated in the instrument.

Yuma Exploration and Production Company, Inc. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

# 8. ASSIGNMENT

STATE LEASE NO. 14983 and 14993, Rapides Parish, Louisiana

An Assignment from Addison Oil, LLC to Yuma Exploration and Production Company, Inc., of all of Assignor's right, title and interest in and to State Lease No. 14983 and 14993, Rapides Parish, Louisiana, with further particulars being stipulated in the instrument.

Yuma Exploration and Production Company, Inc. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

# 9. ASSIGNMENT

STATE LEASE NO. 17647, St. Mary Parish, Louisiana

An Assignment and Amendment of Assignment from Petrogulf III, LLC to Dailey Oil & Gas, LLC, of all of Assignor's right, title and interest in and to State Lease No. 17647, St. Mary Parish, Louisiana, with further particulars being stipulated in the instrument.

<u>Dailey Oil & Gas, LLC</u> is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

#### 10. ASSIGNMENT

STATE LEASE NO. 19778, Lafourche Parish, Louisiana

An Assignment from Manti Equity Partners, LP to Marlin Coastal, L.L.C., an undivided 23.75% of Assignor's right, title and interest in and to State Lease No. 19778, Lafourche Parish, Louisiana, INSOFAR AND ONLY INSOFAR AS said Lease covers a portion of Section 15, Township 21 South, Range 22 East in the CIB C RA SUA unit, with further particulars being stipulated in the instrument.

Manti Equity Partners, LP is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

#### 11. ASSIGNMENT

STATE LEASE NO. 19354, Cameron Parish, Louisiana

An Assignment from Davis Petroleum Corp. to Toce Energy, L.L.C., of all of Assignor's right, title and interest in and to State Lease No. 19354, Cameron Parish, Louisiana, with further particulars being stipulated in the instrument.

<u>Toce Energy, L.L.C.</u> is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

#### 12. ASSIGNMENT

STATE LEASE NOS. 20181 and 20761, Vermilion Parish, Louisiana

An Assignment from Wagner Oil Company to Criolla, LP, of all of Assignor's interest in and to State Lease Nos. 20181 and 20761, Vermilion Parish, Louisiana, with further particulars being stipulated in the instrument.

<u>Criolla, LP</u> is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

#### 13. ASSIGNMENT

STATE LEASE NO. 9600, Red River Parish, Louisiana

An Assignment from Hardwood Exploration, Inc. to Shearwave, Inc., of all of Assignor's right, title and interest in and to State Lease No. 9600, Red River Parish, Louisiana, with further particulars being stipulated in the instrument.

<u>Shearwave, Inc.</u> is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

#### 14. ASSIGNMENT

STATE LEASE NO. 335, Plaquemines Parish, Louisiana

An Assignment from Petro-Lewis Corporation to Vintage Petroleum, Inc., of all of Assignor's right, title and interest in and to State Lease No. 335, Plaquemines Parish, Louisiana, with further particulars being stipulated in the instrument.

<u>Vintage Petroleum, Inc.</u> is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

15. ASSIGNMENT

STATE LEASE NOS. 20431, 20983 and Operating Agreement "A0271", Jefferson Parish, Louisiana

An Assignment from Alpine Exploration Companies, Inc. to Ironstone Energy, LLC, of all of Assignor's right, title and interest in and to State Lease Nos. 20431, 20983 and Operating Agreement "A0271", Jefferson Parish, Louisiana, with further particulars being stipulated in the instrument.

<u>Ironstone Energy, LLC</u> is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

16. ASSIGNMENT

STATE LEASE NO. 21119, St. Mary Parish, Louisiana

An Assignment from Catapult Exploration, LLC, an undivided 95% interest to the following in the proportions set out below:

Walter Oil & Gas Corporation 63.3337% Manti, LP 31.6663%

in and to State Lease No. 21119, St. Mary Parish, Louisiana, with further particulars being stipulated in the instrument.

<u>Catapult Exploration, LLC</u> is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

#### 17. ASSIGNMENT

STATE LEASE NO. 21051, St. Mary Parish, Louisiana

An Assignment from Harold J. Anderson, Inc. to Labay Exploration Co., L.L.C., of all of Assignor's right, title and interest in and to State Lease No. 21051, St. Mary Parish, Louisiana, with further particulars being stipulated in the instrument.

<u>LaBay Exploration Co., L.L.C.</u> is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

18. MERGER

STATE LEASE NO. 4724, Bienville Parish, Louisiana

A Merger whereby Creslum Oil Company is merging with and into Detex Oil Corporation, a Merger whereby Detex Oil Corporation is merging with and into Deminex U.S. Oil Co., a Merger whereby Deminex U.S. Oil Co. is merging with and into Southwest Exploration and Acquisition Co., and a Merger whereby Southwest Exploration and Acquisition Co is merging with and into Southwest Royalties, Inc., affecting State Lease No. 4724, Bienville Parish, Louisiana, with further particulars being stipulated in the instrument.

#### ASSIGNMENT

STATE LEASE NO. 328, Lafourche Parish, Louisiana

An Assignment from June Corp. to S2 Energy, LLC, of all of Assignor's right, title and interest in and to State Lease No. 328, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument.

<u>S2 Energy, LLC</u> is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

20. CONVERSION

STATE LEASE NOS. 19199, 19200, 19202, 19203, 19204 19205, 19206, 19207 and 19232, Lafourche and St. Charles Parishes, Louisiana

A Conversion whereby Knight Resources, Inc. is converting to Knight Resources, LLC, affecting State Lease Nos. 19199, 19200, 19202, 19203, 19204, 19205, 19206, 19207 and 19232, Lafourche and St. Charles Parishes, Louisiana, with further particulars being stipulated in the instrument.

#### 21. ASSIGNMENT

STATE LEASE NO. 10965, Caddo Parish, Louisiana

An Assignment from Wessely Energy Company to Grigsby Petroleum, Inc., of all of Assignor's right, title and interest in and to State Lease No. 10965, Caddo Parish, Louisiana, with further particulars being stipulated in the instrument.

<u>Grigsby Petroleum, Inc.</u> is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

#### 22. ASSIGNMENT

STATE LEASE NO. 10965, Caddo Parish, Louisiana

An Assignment from Grigsby Petroleum, Inc. to Grigsby Production L.C., of all of Assignor's right, title and interest in and to State Lease No. 10965, Caddo Parish, Louisiana, with further particulars being stipulated in the instrument.

<u>Grigsby Production L.C.</u> is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

# 23. CORRECTION OF RESOLUTION

STATE LEASE NOS. 517, 13407, 15858, 16006, 16007, 16709, 17036 and 17037, Evangeline, Jefferson, Plaquemines and Terrebonne Parishes, Louisiana

A Correction of Resolution No. 9 from the May 8, 2013 Meeting, being a Merger whereby The Louisiana Land & Exploration Company is merging with and into The Louisiana Land & Exploration Company LLC (Maryland), whereas State Lease Nos. 517, 13407, 17036 and 17037 were omitted from said resolution and are hereby being added, affecting State Lease Nos. 517, 13407, 15858, 16006, 16007, 16709, 17036 and 17037, Evangeline, Jefferson, Plaquemines and Terrebonne Parishes, Louisiana.

# C. DEPARTMENT OF WILDLIFE AND FISHERIES STATE AGENCY LEASE TRANSFERS JUNE 12, 2013

The State Agency Leases require that any transfer of interest be approved by the Agency prior to the transfer. By Co-operative Endeavor Agreement, dated effective December 18, 2009, the Office of Mineral Resources has assumed responsibility for the administration of all State Agency Leases awarded by or on behalf of the said Department of Wildlife and Fisheries.

This section deals with transfers of interests in those State Agency Leases for the Department of Wildlife and Fisheries now under administration by the Office of Mineral Resources as staff of the Louisiana State Mineral and Energy Board and for which approval by the Board is being requested. Accompanying each item submitted in this section was an Ownership Transfer Form (Form-B) listing the pre-transfer and post-transfer interest of all party lease owners in the lease(s) herein set forth. Each document is carefully checked by the staff to ensure that the interest transfer figures are consistent with and reflect the interest in our records; and further, that all form requirements are met.

No items received for this category.

# D. ADVERTISED PROPOSALS JUNE 12, 2013

La. R.S. 30:129.1 provides that certain types of agreements entered into by the State with respect to its mineral leasing activity must be advertised within a specific time of the State Mineral and Energy Board meeting at which those agreements will be acted on.

These items are called advertised items. They consist of unitization agreements, lease amendments, gas production contracts, amendments, compromise agreements and other types of agreements. These items are checked by the staff to make sure that the contents of the agreement correctly reflect the understanding of all parties, that the form is authentic and properly notarized and that the items have met the statutory advertisement requirements.

## 1. UNITIZATION AGREEMENT (13-17)

STATE LEASE NOS. 1365 and 1486, Bay Marchand Field, Lafourche Parish, Louisiana

A Unitization Agreement by and between the State Mineral and Energy Board, acting for and on behalf of the State of Louisiana and Chevron U.S.A. Inc., to create a 51.238 acre, more or less, Reservoir Unit, identified as the "BM2 8300 RNN SU", with 7.760 acres being attributable to State Lease No. 1365 and 43.478 acres being attributable to State Lease No. 1486, Bay Marchand Field, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument.

# 2. AMENDMENT OF OPERATING (13-18) AGREEMENT

OPERATING AGREEMENT
"A0003", Iberia Parish, Louisiana

An Amendment of that certain Operating Agreement, effective October 19, 1956, whereas the State Mineral and Energy Board of the State of Louisiana and Texas Petroleum Investment Company desire to amend the Operating Agreement to include language which provides the operator the ability to maintain the property by in-lieu State Production Interest payments, oil or gas payments and other language required by prior resolutions, affecting Operating Agreement "A0003", Iberia Parish, Louisiana, with further particulars being stipulated in the instrument.

#### 3. UNITIZATION AGREEMENT (13-19)

STATE LEASE NOS. 19139 and 20378, Lake Sand Field, Iberia Parish, Louisiana

A Unitization Agreement by and between the State Mineral and Energy Board, Hilcorp Energy I, L.P., through its General Partner, Hilcorp Energy Company and RPC South Louisiana, LLC, to create a 199.54 acre unit, more or less, identified as the "8700 RA VUA", with 99.77 acres being attributable to State Lease No. 19139 and 99.77 acres being attributable to State Lease No. 20378, Lake Sand Field, Iberia Parish, Louisiana, with further particulars being stipulated in the instrument.

# D. ADVERTISED PROPOSALS JUNE 12, 2013

## 4. UNITIZATION AGREEMENT (13-20)

STATE LEASE NOS. 1365 and 1486, Bay Marchand Field, Lafayette Parish, Louisiana

A Unitization Agreement by and between the State Mineral and Energy Board and Chevron U.S.A. Inc, to create a 58.483 acre Reservoirwide unit, more or less, identified as the "BM2 8350 RAA SU", with 17.106 acres being attributable to State Lease No. 1365 and 41.377 acres being attributable to State Lease No. 1486, Bay Marchand Field, Lafayette Parish, Louisiana, with further particulars being stipulated in the instrument.

# 5. SECOND AMENDMENT OF (13-21) UNITIZATION AGREEMENT

STATE LEASE NOS. 19202, 19203, 19204, 19205, 19206, and 19232, Lafourche and St. Charles Parishes, Louisiana

A Second Amendment of that certain Unitization Agreement, dated October 14, 2009, by and between the State Mineral and Energy Board and Expert Oil & Gas, L.L.C., whereas said parties desire to amend Paragraph 9.b. of the Lake Salvador VUA by deleting said paragraph and replacing it with a revised Paragraph 9.b, affecting State Lease Nos. 19202, 19203, 19204, 19205, 19206 and 19232, Lafourche and St. Charles Parishes, Louisiana, with further particulars being stipulated in the instrument.

## 6. LEASE EXTENSION AND (13-22) AMENDMENT

STATE LEASE NO. 19718, Plaquemines Parish, Louisiana

A Lease Extension and Amendment by and between the State, through the State Mineral and Energy Board and Dynamic Offshore Resources, LLC, et al, whereas said parties desire to amend the primary term of State Lease No. 19718, Plaquemines Parish, Louisiana, from five (5) years to five (5) years and six (6) months, with an option by Lessee to extend an additional six (6) months. The extension of the primary term shall be in consideration of the payment of the full rental on or before July 9, 2013. The option period may be exercised by payment of the full rental per acre amount of the acreage provided for in the subject State lease on or before January 9, 2014. The royalty percentage in Paragraph 6 is increased from Twenty-One and Five Tenths (21.5%) Percent to Twenty-Two (22%) percent, with further particulars being stipulated in the instrument

# 7. UNITIZATION AGREEMENT (13-23)

STATE LEASE NOS. 20946 and 21087, Lake Barre Field, Terrebonne Parish, Louisiana

A Unitization Agreement by and between the State Mineral and Energy Board, for and on behalf of the State of Louisiana and Hilcorp Energy I, LP, to create a 208.63 acre unit, identified as the "VUA; S.L. 20946 No. 1", with 188.88 acres being attributable to State Lease No. 20946 and 19.75 acres being attributable to State Lease No. 21087, Lake Barrre Field, Terrebonne Parish, Louisiana, with further particulars being stipulated in the instrument.